

Fund 407

Sewer Bond Subordinate Debt Service

Board of Supervisors' Adjustments

The following funding adjustments reflect all changes to the FY 2005 Advertised Budget Plan, as approved by the Board of Supervisors on April 26, 2004:

- ◆ The Board of Supervisors made no adjustments to this fund.

Focus

Fund 407, Sewer Bond Subordinate Debt Service, provides debt service funding for the Upper Occoquan Sewage Authority (UOSA) Bond Series and the Virginia Resources Authority (VRA) loans. The UOSA debt is based on the County's portion of the plant expansion to 54 million gallons per day. The two low-interest VRA loans from the State Revolving Fund Program were used to fund the County's share of construction costs for the Alexandria Sanitation Authority treatment plant upgrade for ammonia removal as required by the State Water Control Board. It should be noted that pursuant to the Sewer Bond resolution and respective agreements, these debt obligations are subordinate to the County's Sewer Revenue Bonds and therefore, the payments are made from this fund.

Funding in the amount of \$21,877,158 is required for this fund in FY 2005. Of this amount, \$21,867,158 will fund both the principal and interest for debt service and \$10,000 will fund fiscal agent fees. All debt service payments are supported by Sewer System Revenues through a transfer from Fund 400, Sewer Revenue.

The following table identifies the Bond Series and VRA loan payments required in FY 2005.

	Principal	Interest	Total
UOSA Plant Expansion:			
1993	\$237,628	\$1,936,708	\$2,174,336
1995A	1,796,706	8,931,822	10,728,528
1995B	1,817,314	444,155	2,261,469
1995B - Manassas Park	52,838	12,914	65,752
Subtotal - UOSA	\$3,904,486	\$11,325,599	\$15,230,085
FY 2001 VRA Loan	\$1,519,862	\$1,479,422	\$2,999,284
FY 2002 VRA Loan	1,881,290	1,756,499	3,637,789
Subtotal - VRA	\$3,401,152	\$3,235,921	\$6,637,073
Total	\$7,305,638	\$14,561,520	\$21,867,158

Changes to FY 2004 Adopted Budget Plan

The following funding adjustments reflect all approved changes in the FY 2004 Revised Budget Plan since passage of the FY 2004 Adopted Budget Plan. Included are all adjustments made as part of the FY 2003 Carryover Review and all other approved changes through December 31, 2003:

- ◆ The Board of Supervisors made no adjustments to this fund.

The following funding adjustments reflect all approved changes to the FY 2004 Revised Budget Plan from January 1, 2004 through April 19, 2004. Included are all adjustments made as part of the FY 2004 Third Quarter Review:

- ◆ The Board of Supervisors made no adjustments to this fund.

Fund 407

Sewer Bond Subordinate Debt Service

FUND STATEMENT

Fund Type G40, Enterprise Funds

Fund 407, Sewer Bond Subordinate
Debt Service

	FY 2003 Actual	FY 2004 Adopted Budget Plan	FY 2004 Revised Budget Plan	FY 2005 Advertised Budget Plan	FY 2005 Adopted Budget Plan
Beginning Balance	\$983,301	\$566,369	\$770,908	\$204,539	\$204,539
Transfer In:					
Sewer Revenue (400)	\$20,682,865	\$21,309,208	\$21,309,208	\$21,672,619	\$21,672,619
Total Transfer In	\$20,682,865	\$21,309,208	\$21,309,208	\$21,672,619	\$21,672,619
Total Available	\$21,666,166	\$21,875,577	\$22,080,116	\$21,877,158	\$21,877,158
Expenditures:					
Principal Payment ¹	\$5,735,566	\$7,035,762	\$7,035,762	\$7,305,638	\$7,305,638
Interest Payment ¹	15,159,692	14,829,815	14,829,815	14,561,520	14,561,520
Fiscal Agent Fees	0	10,000	10,000	10,000	10,000
Total Expenditures	\$20,895,258	\$21,875,577	\$21,875,577	\$21,877,158	\$21,877,158
Total Disbursements	\$20,895,258	\$21,875,577	\$21,875,577	\$21,877,158	\$21,877,158
Ending Balance ²	\$770,908	\$0	\$204,539	\$0	\$0

¹ The bond principal and interest payments are shown here as expenditures. However, for accounting purposes, the Comprehensive Annual Financial Report will show these disbursements as "Construction in Progress" to be capitalized.

² The Wastewater Management Program maintains fund balances at adequate levels relative to projected debt service requirements. These costs change annually and therefore, funding for sewer projects is carried forward each fiscal year, and ending balances fluctuate, reflecting the carryover of these funds.